

DEBT CAPACITY ANALYSIS

FY09-14 Capital Improvements Program

COUNTY EXECUTIVE RECOMMENDED

MARCH 16, 2009

GO BOND 6 YR TOTAL = 1,800.0 MILLION

GO BOND FY09 TOTAL = 300.0 MILLION

GO BOND FY10 TOTAL = 300.0 MILLION

	FY08	FY09	FY10	FY11	FY12	FY13	FY14
1 New GO Debt Issued (\$000s)	0	300,000	300,000	300,000	300,000	300,000	300,000
2 GO Debt/Assessed Value	1.21%	1.25%	1.41%	1.42%	1.45%	1.49%	1.51%
3 Debt Service + LTL + Short-Term Leases/Revenues (GF)	8.73%	8.84%	8.54%	9.17%	9.55%	9.70%	9.80%
4 \$ Debt/Capita	1,858	2,078	2,531	2,703	2,817	2,917	3,004
5 \$ Real Debt/Capita (FY08=100%)	1,858	2,021	2,355	2,446	2,487	2,512	2,525
6 Capita Debt/Capita Income	2.69%	2.96%	3.52%	3.58%	3.57%	3.56%	3.55%
7 Payout Ratio	68.32%	67.82%	69.56%	68.91%	68.57%	68.45%	68.52%
8 Total Debt Outstanding (\$000s)	1,766,758	2,034,451	2,445,074	2,642,135	2,786,705	2,919,375	3,043,160
9 Real Debt Outstanding (FY08=100%)	1,766,758	1,979,038	2,274,842	2,391,229	2,460,556	2,514,828	2,557,521
10 Note: OP/PSP Growth Assumption (2)			0.5%	2.9%	4.3%	4.1%	4.4%

Notes:

- (1) This analysis is used to determine the capacity of Montgomery County to pay debt service on long-term GO Bond debt, long-term leases, and substantial short-term financing.
- (2) OP/PSP Growth Assumption equals change in revenues from FY09 approved budget to FY10 budget for FY10 and budget to budget for FY11-14.
- (3) Council Approved SAG is \$320.0 million in GO Bond debt issuances in FY09 and FY10. The County Executive recommends issues of \$300.0 million in FY09 and FY10.